

## SCHEDULE 5A

### LIMITS ON AMOUNT OF DISCOUNT RELEVANT COSTS

#### *Ascertainment of cost floor*

5.—(1) The cost floor is an amount equal to the aggregate of the costs which under sub-paragraph (2) may be treated as relevant costs.

(2) The costs which may be treated as relevant costs are the costs incurred by the landlord in respect of—

- (a) the acquisition of the qualifying dwelling-house, or
- (b) the construction of the qualifying dwelling-house (including development works and the acquisition of land), or
- (c) relevant works to the qualifying dwelling-house.

(3) Where the landlord has previously disposed of the qualifying dwelling-house and has subsequently re-acquired it in circumstances in which discount was recovered in whole or part, only the costs of re-acquisition net of any discount recovered shall be taken into account for the purposes of sub-paragraph (2)(a).